

SENATE BILL NO. 364

INTRODUCED BY THAYER

IN THE SENATE

FEBRUARY 7, 1989	INTRODUCED AND REFERRED TO COMMITTEE ON BUSINESS AND INDUSTRY.
	FIRST READING.
FEBRUARY 13, 1989	COMMITTEE RECOMMEND BILL DO PASS AS AMENDED. REPORT ADOPTED.
FEBRUARY 14, 1989	PRINTING REPORT.
FEBRUARY 15, 1989	SECOND READING, DO PASS.
FEBRUARY 16, 1989	ENGROSSING REPORT.
FEBRUARY 17, 1989	THIRD READING, PASSED. AYES, 50; NOES, 0.
	TRANSMITTED TO HOUSE.

IN THE HOUSE

FEBRUARY 17, 1989	INTRODUCED AND REFERRED TO COMMITTEE ON BUSINESS AND ECONOMIC DEVELOPMENT.
FEBRUARY 20, 1989	FIRST READING.
MARCH 6, 1989	COMMITTEE RECOMMEND BILL BE CONCURRED IN. REPORT ADOPTED.
MARCH 7, 1989	SECOND READING, CONCURRED IN.
MARCH 8, 1989	THIRD READING, CONCURRED IN. AYES, 96; NOES, 0.
	RETURNED TO SENATE.

MARCH 9, 1989

IN THE SENATE

RECEIVED FROM HOUSE.

SENT TO ENROLLING.

REPORTED CORRECTLY ENROLLED.

1 Spack BILL NO. 364
2 INTRODUCED BY Spack
3
4 A BILL FOR AN ACT ENTITLED: "AN ACT TO REQUIRE INSURERS TO
5 GIVE NOTICE OF CANCELLATION OR REFUSAL TO RENEW A DISABILITY
6 INSURANCE POLICY FOR REASONS OTHER THAN NONPAYMENT OF
7 PREMIUMS; AND AMENDING SECTION 33-22-121, MCA."
8

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

10 **Section 1.** Section 33-22-121, MCA, is amended to read:

11 "33-22-121. Notice required for cancellation or refusal
12 to renew. (1) No An insurer may not cancel or refuse to
13 renew a disability insurance policy for--nonpayment--of
14 premiums until the insurer has mailed or delivered to the
15 named insured and to the policyowner, where if they are not
16 the same, at the last-known post office address shown in the
17 records of the company, one written notice of-cancellation
18 in addition to any billing statement, stating the date the
19 cancellation or refusal to renew will become effective,
20 which may not be less than:

21 (a) 30 days after the date of mailing or delivery of
22 the notice of cancellation for nonpayment of premiums; or

23 (b) 90 days after the date of mailing or delivery of
24 the notice of cancellation or refusal to renew for any
25 reason other than nonpayment of premiums.

1 (2) The notice requirements in subsection (1) Said-30
2 days-shall run concurrently with any grace period required
3 by 33-22-206."

4 NEW SECTION. Section 2. Extension of authority. Any
5 existing authority to make rules on the subject of the
6 provisions of [this act] is extended to the provisions of
7 [this act].

-End-

APPROVED BY COMM. ON
BUSINESS & INDUSTRY

SENATE BILL NO. 364

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A BILL FOR AN ACT ENTITLED: "AN ACT TO REQUIRE INSURERS TO GIVE NOTICE OF CANCELLATION OR REFUSAL TO RENEW A DISABILITY INSURANCE POLICY FOR REASONS OTHER THAN NONPAYMENT OF PREMIUMS; AND AMENDING SECTION 33-22-121, MCA."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 33-22-121, MCA, is amended to read:

"33-22-121. Notice required for cancellation or refusal to renew. (1) No An insurer may not cancel or refuse to renew a disability insurance policy for-nonpayment-of premiums until the insurer has mailed or delivered to the named insured and to the policyowner, where if they are not the same, at the last-known post office address shown in the records of the company, one written notice of--cancellation in addition to any billing statement, stating the date the cancellation or refusal to renew will become effective, which may not be less than:

(a) 30 days after the date of mailing or delivery of the notice of cancellation for nonpayment of premiums OR A MATERIAL MISREPRESENTATION CONTAINED IN THE APPLICATION; or

(b) 90 days after the date of mailing or delivery of the notice of cancellation or refusal to renew for any

reason other than nonpayment of premiums OR A MATERIAL MISREPRESENTATION CONTAINED IN THE APPLICATION.

(2) The notice requirements in subsection (1) Said-30 days-shall run concurrently with any grace period required by 33-22-206."

NEW SECTION. **Section 2.** Extension of authority. Any existing authority to make rules on the subject of the provisions of [this act] is extended to the provisions of [this act].

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